## STATE FIRE AND TORNADO FUND INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2005

																Current Prior Year 3 Years 5 Years								
	May-05			April-05				March-05			December-04				September-04				FYTD	FY04	Ended	Ended		
	Market Value	Alloca Actual		Month Net ROR	Market Value	Alloc Actual	ation Policy	Month Net ROR	Market Value	Alloca Actual		Quarter Net ROR	Market Value	Alloca Actual	ation Policy	Quarter Net ROR	Market Value	Alloca Actual		Quarter Net ROR	Net	Net	6/30/2004 Net	6/30/2004 Net
LARGE CAP DOMESTIC EQUITY	manor raido	7 lotadi	. 00	- HOLLHOIR	mamor valuo	, totaa.	. 00		mamor value	7 totaai	. 00	. tot rtort	Walter Value	7 totaai	. 00)	- tot rtort	mamor raido	7 totadi	1 0.10)	110111011	1100	1101	1101	
Structured Growth	518,524	2.3%	2.3%	4.16%	498,017	2.2%	2.3%	-2.22%	492,215	2.2%	2.3%	-1.11%	514,651	2.2%	2.3%	10.37%	486,381	2.2%	2.3%	-4.14%	6.56%	N/A	N/A	N/A
Los Angeles Capital Total Structured Growth	518,524	2.3%	2.3%	4.16%	498,017 498,017	2.2%	2.3%	-2.22% -2.22%	492,215	2.2%	2.3%	-1.11% -1.11%	514,651	2.2%	2.3%		486,381	2.2%	2.3%			17.58%	-6.28%	-7.85%
Russell 1000 Growth	0.0,02	2.070	2.070	4.84%	100,017	,	2.070	-1.90%	102,210		2.070	-4.09%	01.,001	_1_70	2.070	9.17%	.00,00	2.270	2.070	-5.23%	2.06%	17.88%	-3.74%	-6.48%
Structured Value																								
LSV	517,936	2.3%	2.3%		499,247	2.2%	2.3%		544,558	2.4%	2.3%	1.62%	554,202	2.4%	2.3%		530,410	2.4%	2.3%		15.77%	30.56%	9.33%	8.36%
Russell 1000 Value				2.41%				-1.79%				0.09%				10.38%				1.54%	12.82%	21.13%	2.96%	1.87%
Russell 1000 Enhanced Index LA Capital	1,012,814	4.5%	4.5%	2.86%	985,135	4.4%	4.5%	-2.50%	1,038,917	4.6%	4.5%	-1.04%	1,085,559	4.7%	4.5%	9.28%	1,036,138	4.6%	4.5%	-1.68%	6.63%	N/A	N/A	N/A
Russell 1000	1,012,014	4.576	4.5 /6	3.54%	303,133	7.7/0	4.5 /6	-1.84%	1,030,317	4.078	4.576	-1.91%	1,003,339	4.1 /0	4.5 /6	9.80%	1,030,130	4.076	4.5 /6	-1.81%	7.49%	N/A	N/A	N/A
S&P 500 Enhanced Index																								
Westridge	1,046,384	4.6%	4.5%		1,014,399	4.5%	4.5%		998,928	4.4%	4.5%	-2.08%	1,054,854	4.6%	4.5%		1,006,796	4.5%	4.5%		6.39%	N/A	N/A	N/A
S&P 500				3.18%				-1.90%				-2.15%				9.23%				-1.87%	6.17%	N/A	N/A	N/A
Index	044 474			3.19%	204 705			4 000/	200 200			-2.14%	047.000			0.000/	000.040			4.000/	0.470/	40.040/	0.750/	0.000
State Street Total Index	314,474 <b>314,474</b>	1.4%	1.5%		304,765 <b>304,765</b>	1.4%	1.5%	-1.89% -1.89%	300,263 <b>300,263</b>	1.3%	1.5%	-2.14% -2.14%	317,309 <b>317,309</b>	1.4%	1.5%	9.23% 9.23%	303,042 <b>303,042</b>	1.4%	1.5%	-1.88%	6.17% 6.17%	19.01% <b>19.01</b> %	-0.75% - <b>0.75%</b>	-2.28% <b>-2.28</b> %
S&P 500			,	3.18%	55.,		,	-1.90%	555,255			-2.15%	211,222			9.23%	222,012			-1.87%	6.17%	19.11%	-0.70%	-2.21%
TOTAL LARGE CAP DOMESTIC EQUITY	3,410,132	15.1%	15.0%	3.34%	3,301,563	14.7%	15.0%	-2.22%	3,374,881	14.9%	15.0%	-1.04%	3,526,574	15.2%	15.0%	9.45%	3,362,769	15.1%	15.0%	-1.42%	7.90%	21.46%	0.15%	-1.39%
S&P 500	,			3.18%	, , , , , ,			-1.90%	, , , , , , , , , , , , , , , , , , , ,			-2.15%	, .,.			9.23%	, . , , .			-1.87%	6.17%	19.11%	-0.70%	-2.21%
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	1,123,291	5.0%	5.0%	6.72%	1,053,266	4.7%	5.0%	-5.52%	1,114,713	4.9%	5.0%	-5.10%	1,208,969	5.2%	5.0%	14.79%	1,159,375	5.2%	5.0%	-3.60%	5.89%	32.99%	5.51%	N/A
Russell 2000 + 200bp				6.71%				-5.56%				-4.86%				14.64%				-2.36%	7.32%	35.99%	7.90%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	1,123,291	5.0%	5.0%	6.72%	1,053,266	4.7%	5.0%	-5.52%	1,114,713	4.9%	5.0%	-5.10%	1,208,969	5.2%	5.0%	14.79%	1,159,375	5.2%	5.0%	-3.60%		32.99%	5.54%	7.29%
Russell 2000				6.55%				-5.73%				-5.34%				14.09%				-2.86%	5.38%	33.36%	6.24%	6.63%
CONVERTIBLES																								
TCW	2,201,185	9.7%	10.0%	2.39%	2,152,325	9.6%	10.0%	-4.02%	2,245,134	9.9%	10.0%	-4.03%	2,339,526	10.1%	10.0%	8.41%	2,232,253	10.0%	10.0%	-4.35%	-2.20%	17.50%	1.03%	3.90%
Merrill Lynch All Convertibles				2.57%				-3.30%				-4.67%				5.37%				-1.05%	-1.42%	14.16%	4.89%	5.75%
INTERNATIONAL EQUITY																								
Large Cap - Active																								
Capital Guardian	886,669	3.9%	4.0%	2.58%	862,838	3.8%	4.0%	-2.85%	888,192	3.9%	4.0%	0.96%	902,597	3.9%	4.0%		1,778,848	8.0%	8.0%		8.74%	25.36%	-0.39%	0.54%
LSV	892,862	4.0% 0.0%	4.0% 0.0%	1.90% N/A	877,091 4	3.9% 0.0%	4.0% 0.0%	-3.05% N/A	919,984 4	4.1% 0.0%	4.0% 0.0%	3.73% N/A	908,551	3.9% 0.0%	4.0% 0.0%	N/A N/A	-	0.0%	0.0%			N/A N/A	N/A N/A	N/A N/A
Transition Account Total Large Cap - Active	1,779,534	7.9%	8.0%		1,739,934	7.7%	8.0%	-2.95%	1,808,181	8.0%	8.0%	2.35%	(257) 1,810,891	7.8%	8.0%		1,778,848	8.0%	8.0%			25.36%		0.54%
MSCI EAFE - 50% Hedged	.,,	11070	0.070	2.10%	1,700,001	,0	0.070	-2.47%	1,000,101	0.070	0.070	1.71%	1,010,001	11070	0.070	11.11%	.,,	0.070	0.070	-0.72%	11.72%	26.98%	-1.27%	-2.14%
Small Cap - Value Lazard	221,579	1.0%	1.0%	-1.00%	223,908	1.0%	1.0%	-3.00%	222,116	1.0%	1.0%	3.09%	254,605	1.1%	1.0%	16.08%	238,986	1.1%	1.0%	0.30%	15.26%	43.71%	N/A	N/A
Citigroup Broad Market Index < \$2BN	221,075	1.070	1.070	-0.10%	220,300	1.070	1.070	-2.20%	222,110	1.070	1.070	4.58%	204,000	11170	1.070	16.82%	200,000	1.170	1.070	-0.82%	18.37%	47.95%	N/A	N/A
Small Cap - Growth Vanguard	219,888	1.0%	1.0%	0.36%	219,090	1.0%	1.0%	-2.02%	215,216	1.0%	1.0%	2.92%	247,911	1.1%	1.0%	18.98%	227,049	1.0%	1.0%	0.42%	20.91%	44.67%	N/A	N/A
Citigroup Broad Market Index < \$2BN	219,000	1.0%	1.0%	-0.10%	219,090	1.0%	1.0%	-2.02% -2.20%	215,216	1.0%	1.0%	4.58%	247,911	1.170	1.0%	16.82%	221,049	1.0%	1.0%	-0.82%	18.37%	47.95%	N/A N/A	N/A
TOTAL INTERNATIONAL EQUITY	2,221,001	9.8%	10.0%	1.70%	2,182,932	9.7%	10.0%	-2.88%	2,245,513	9.9%	10.0%	2.47%	2,313,407	10.0%	10.0%	12.56%	2,244,882	10.1%	10.0%	-1.32%		29.26%	1.04%	1.41%
MSCI EAFE - 50% Hedged	2,22.,00.	0.070	10.070	2.10%	2,102,002	011 /0	70.070	-2.47%	2,2 10,010	0.070	.0.070	1.71%	2,010,101	70.070	101070	11.11%	2,2 : 1,002	101170	.0.0,0	-0.72%	11.72%	26.98%	-1.27%	-2.14%
DOMESTIC FIXED INCOME Core Bond																								
Western Asset	4,218,263	18.7%	16.7%	0.97%	4,180,929	18.6%	16.7%	1.12%	4,193,940	18.5%	16.7%	-0.84%	4,055,873	17.5%	16.7%	1.34%	3,929,204	17.6%	16.7%	3.52%	6.22%	2.42%	7.77%	8.10%
Lehman Aggregate				1.08%				1.35%				-0.48%				0.96%				3.20%	6.22%	0.32%	6.35%	6.95%
Index																								
Bank of ND	5,151,805	22.8%	25.0%		5,105,043	22.7%	25.0%	1.16%	4,954,551	21.9%	25.0%	-0.78%	5,113,946	22.1%	25.0%	0.40% 0.44%	4,944,668	22.2%	25.0%		4.16%	0.07%	7.10%	<b>7.25</b> %
Lehman Intermediate Gov/Credit (1)				0.90%				1.14%				-0.87%				0.44%				2.71%	4.36%	-0.05%	6.97%	1.25%
BBB Average Quality Wells Capital (formerly Strong)	2,221,086	9.8%	8.3%	1.65%	2,193,899	9.8%	8.3%	1.22%	2,199,545	9.7%	8.3%	-1.15%	2,281,261	9.9%	8.3%	2.30%	2,202,885	9.9%	8.3%	4.51%	8.75%	1.18%	N/A	N/A
Lehman US Credit BAA	2,221,000	0.070	0.070	1.67%	2,.00,000	0.070	0.070	0.94%	2,.00,0.0	<b>011</b> 70	0.070	-1.57%	2,201,201	0.070	0.070	1.69%	2,202,000	0.070	0.070	4.76%	7.61%	1.96%	N/A	N/A
TOTAL BOLLEGE ST		-,								=0			44 4-1	40			44.4====	10 =-						
TOTAL DOMESTIC FIXED INCOME Lehman Gov/Credit	11,591,154	51.3%	50.0%	1.03% 1.25%	11,479,871	51.1%	50.0%	1.16% 1.50%	11,348,037	50.2%	50.0%	-0.88% -0.67%	11,451,080	49.5%	50.0%	1.11% 0.80%	11,076,757	49.7%	50.0%	3.27% 3.56%	5.78% 6.56%	0.79% -0.72%	7.00% 6.73%	<b>7.45</b> % 7.10%
Lorman Gov, Grount				1.20/0				1.50/8				0.01 /0				0.00/0				0.00%	0.00/8	0.12/0	0.7070	1.10%
CASH EQUIVALENTS																								
Bank of ND 90 Day T-Bill	2,048,715	9.1%	10.0%	<b>0.26%</b> 0.27%	2,293,333	10.2%	10.0%	<b>0.25%</b> 0.22%	2,287,630	10.1%	10.0%	<b>0.69%</b> 0.57%	2,299,906	9.9%	10.0%	<b>0.53%</b> 0.48%	2,221,762	10.0%	10.0%	<b>0.44%</b> 0.37%	<b>2.19%</b> 1.92%	<b>1.20%</b> 0.98%	<b>1.72%</b> 1.71%	<b>3.39</b> % 3.30%
30 Day I-DIII				0.21%				0.22%				0.31%				0.40%				0.31%	1.92%	0.96%	1./1%	3.30%
TOTAL FIRE & TORNADO FUND	22,595,478	100.0%	100.0%		22,463,290	100.0%	100.0%		22,615,907	100.0%	100.0%	-0.94%	23,139,461	100.0%	100.0%		22,297,799	100.0%	100.0%		5.40%	9.98%	4.82%	5.23%
POLICY TARGET BENCHMARK				1.93%				-0.38%				-1.16%				4.14%				1.22%	5.80%	8.00%	4.52%	4.67%
NOTE: Monthly returns and market values			4 1																					

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.